UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS WACO DIVISION

COMPUTER CIRCUIT OPERATIONS LLC,

Plaintiff,

Case No.: 6:20-cv-00046-ADA

v.

SOCIONEXT INC.

Jury Trial Demanded

Defendant.

PLAINTIFF COMPUTER CIRCUIT OPERATIONS LLC'S SUR-REPLY TO SOCIONEXT INC.'S MOTION TO DISMISS

With this sur-reply, CCO addresses a single issue that was not clearly presented in Socionext's opening brief, specifically, the argument that to be entitled to pre-notice damages CCO is required to plead marking activities occurring *prior* to its acquisition of the Patents-in-Suit in December 2018, of which it has no knowledge.

Socionext's reliance on *Express Mobile*, *Inc. v. Liquid Web*, *LLC*, 2019 U.S. Dist. LEXIS 64362 at *4-5 (D. Del. Apr. 15, 2019), where the Court effectively required the patentee to plead doing nothing in order to be entitled to past damages, is misplaced. The *Express Mobile* decision (which is not binding on this Court and has not been followed by other courts) dealt with patentee's failure to plead its own marking activities. Socionext proposes to extend this already dubious holding to prior patent owners. Extending *Express Mobile* in a manner suggested by Socionext would put Plaintiffs in an untenable position of having to plead product marking (or the lack of products to mark) before having the benefit of discovery into the activities of the previous patent owners and their licensees. Frequently, current patent owners have no connection to prior patent owners, are not aware of each prior license, and have no insight into

the activities of prior licensees. Both patent owners and accused infringers require discovery into these third-party activities. A more reasoned approach is to let the parties develop the record in discovery regarding the conduct of persons who previously had or still have interest in the Patents-in-Suit before the Court resolves CCO's request for past damages. Accordingly, CCO's allegations that

> As of the date of this First Amended Complaint, CCO is not aware of licensed products requiring marking prior to Socionext's notice of infringement of [the respective patent].

(See FAC ¶¶ 26, 33, 40, 47, and 54) are sufficient under the circumstances. Rather than dismissing the pre-notice damages for CCO's failure to plead facts that CCO cannot possibly know without discovery, the Court should permit discovery into the prior owners and licensees, which will inform CCO's entitlement to such damages.

Respectfully Submitted,

September 25, 2020

By: /s/ Andrey Belenky

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CERTIFICATE OF SERVICE

The undersigned hereby certifies that the foregoing document was filed electronically in compliance with Local Rule CV-5(a) on September 25, 2020, and it was served via CM/ECF on all counsel who are deemed to have consented to electronic service.

/s/ Andrey Belenky
Andrey Belenky